

REVIEWED
2/20/07
[Signature]

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
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Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
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SMALL MINING OPERATIONS 2006 PROGRESS REPORT
January 1, 2006 to December 31, 2006

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: S/021/038
2. Mine Name: Walker Iron Mine Place
3. Name of Operator/Permittee: Frank W Nichols

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page to the Notice of Intention.

4. Mine Location: Iron County Utah
5. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material:

Gross Ore Mined 1,129 Tons, or _____ yd³

Waste Material Moved 1,100 Tons, or _____ yd³

New Disturbance 5 Acres during 2006

Area Reclaimed none Acres during 2006

Total Disturbed Area 5 Acres*

SHOULD READ 5 ACRES

Was the ore shipped off site? If not, where is the ore located? _____

Where is the waste located? _____

*Total life of mine disturbance to the end of 2006.

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).

none

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): Frank W Nichols

Title of Operator: Owner

Signature of Operator: [Signature]

Date: 1/24/07

RECEIVED

JAN 30 2007

DIV. OF OIL, GAS & MINING